



## Velogic improved performance was mainly driven by growth in its overseas activities

### Performance for the year ended 30 June 2022

#### \*FINANCIAL

Revenue **Rs 4,627 m**  $\Delta +25%$       \*\*PAT **Rs 194 m**  $\Delta +28%$       NAVPS **Rs 17.58**  $\Delta +3%$

#### \*OPERATIONAL

##### > FREIGHT FORWARDING

Total Air (Tons) **8,983**      Total Sea (TEUs) **11,405**  
Jun 21: 7,480      Jun 21: 12,247

##### > PACKING

(Tons) **7,712**  
Jun 21: 7,975

##### > PORT RELATED AND TRANSPORT SERVICES

Container Storage (K TEU Days) **722**      Container Transport (Number of Trips) **55,279**  
Jun 21: 1,638      Jun 21: 63,190

\* Note 1: The Group has sold its 70% stake in Velogic France in May 2022 and therefore, the results reflect 11 months of discontinued operations.

\*\*Note 2: The Profit After Tax (PAT) excludes profit arising on the 70% stake disposal of Velogic France.

### STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2022

In Rs 000	THE GROUP		Discontinued Operations		Total	
	Audited year ended 30 June 2022	Audited year ended 30 June 2021	Audited year ended 30 June 2022	Audited year ended 30 June 2021	Audited year ended 30 June 2022	Audited year ended 30 June 2021
Revenue from sale of services	3,658,567	3,059,846	968,058	647,909	4,626,625	3,707,755
Gross profit	1,220,642	1,173,269	116,425	94,544	1,337,067	1,267,813
Profit before finance costs, tax, depreciation and amortisation	481,051	438,237	8,765	10,942	489,816	449,179
Depreciation and amortisation	(177,722)	(190,630)	(3,417)	(3,765)	(181,139)	(194,395)
Finance costs	(38,560)	(38,447)	(2,617)	(3,124)	(41,177)	(41,571)
Profit before taxation	264,769	209,160	2,731	4,053	267,500	213,213
Taxation	(73,851)	(62,161)	-	-	(73,851)	(62,161)
Profit after taxation before exceptional item	190,918	146,999	2,731	4,053	193,649	151,052
Profit on disposal of subsidiary	-	-	21,944	-	21,944	-
<b>PROFIT AFTER TAXATION FOR THE YEAR</b>	<b>190,918</b>	<b>146,999</b>	<b>24,675</b>	<b>4,053</b>	<b>215,593</b>	<b>151,052</b>
Attributable to:						
Owners of the parent					198,270	114,943
Non-controlling interests					17,323	36,109
					215,593	151,052
Earnings per share (EPS)						
From continuing operations					Rs 1.86	1.19
From continuing and discontinued operations					Rs 2.12	1.23
Number of ordinary shares used in calculation					93,515,565	93,515,565
Interim dividend per share					Rs 0.29	0.24
Final dividend per share					Rs 0.43	0.20
Net asset value per share (NAVPS)					Rs 17.58	17.08

### STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022

In Rs 000	THE GROUP	
	Audited year ended 30 June 2022	Audited year ended 30 June 2021
Profit for the year	215,593	151,052
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Remeasurement of post employment benefit obligations	(1,571)	34,746
Related tax	188	(5,073)
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translating foreign operations	(14,994)	14,781
Exchange differences on disposal of foreign operations	(10,283)	-
Other comprehensive (loss)/income for the year, net of tax	(26,660)	44,454
<b>Total comprehensive income for the year</b>	<b>188,933</b>	<b>195,506</b>
Attributable to:		
Owners of the parent	171,914	149,232
Non-controlling interests	17,019	46,274
	188,933	195,506

### STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

In Rs 000	THE GROUP	
	Audited 30 June 2022	Audited 30 June 2021
<b>ASSETS</b>		
Non-current assets	1,672,041	1,587,897
Right-of-use assets	234,795	255,445
	1,906,836	1,843,342
Current assets		
Trade and other receivables	946,442	1,049,248
Other current assets	125,086	134,543
Cash and cash equivalent	440,518	473,681
	1,512,046	1,657,472
<b>Total assets</b>	<b>3,418,882</b>	<b>3,500,814</b>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves		
Equity attributable to equity holders of the parent	1,644,215	1,597,329
Non-controlling interests	44,651	213,429
<b>Total equity</b>	<b>1,688,866</b>	<b>1,810,758</b>
Non-current liabilities		
Borrowings	393,078	90,688
Lease liabilities	190,856	207,768
Other non-current liabilities	140,336	144,967
	724,270	443,423
Current liabilities		
Trade and other payables	721,930	866,083
Borrowings	161,945	271,282
Lease liabilities	61,635	58,000
Other current liabilities	14,646	30,312
Dividend payable	45,590	20,956
	1,005,746	1,246,633
<b>Total liabilities</b>	<b>1,730,016</b>	<b>1,690,056</b>
<b>Total equity and liabilities</b>	<b>3,418,882</b>	<b>3,500,814</b>

The abridged audited financial statements of the Group for the year ended 30 June 2022 have been prepared using the same accounting policies as set out in the audited financial statements for the year ended 30 June 2022.

These financial statements are issued pursuant to DEM Rule 18 and the Securities Act 2005.

Copies of the statement of direct and indirect interests of Officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and the financial statements are available free of charge upon request made to the Company Secretary at the registered office at Rogers House, No.5 President John Kennedy Street, Port Louis.

The Board of Directors of Velogic Holding Company Limited accepts full responsibility for the accuracy of the information contained in these financial statements.

### Comments on Results

#### Group Performance

Velogic's performance improved with a 25% increase in revenue to MUR 4,627m (2021: MUR 3,708m) inclusive of the French operations. PAT before exceptional item surged by 28.2% to MUR 194 million (2021: MUR 151 million). The PAT including profit on the disposal of 70% stake in Velogic France amounts to MUR 216m. The share of overseas operations in the profitability of the company increased from 44% to 55%.

#### Geographical review

##### Mauritius

The revenue of the Mauritius operations increased by 13%, while the profitability was maintained at a comparable level. This is mainly due to a significant growth of 43% of the low margin freight forwarding activities. Freight forwarding was boosted by an increase in air freight and courier business with the reopening of borders and e-commerce growth respectively. This was offset by a downturn in other activities.

The container depot business performed below last year's volume due to the expected internalisation of this activity by a major customer. The container transport and warehousing activities were affected by a reduction of imports in the country. In addition, sugar cane transportation was impacted by increased competition in an environment of decreasing road haulage volumes. The shipping activity performed lower than last year but as expected due to fewer project work. The profitability of the sugar packing activity decreased following a reduction of orders from the UK.

##### Overseas

The overseas entities outperformed last year results, contributing to over 50% of total sales and profits. An increase in freight forwarding activities drove the international performance. Madagascar outperformed its pre-pandemic results with higher volumes on key trade lanes. India generated record results as it leveraged on the strength of its agents' network worldwide and expanded its geographic footprint. Kenya delivered a strong performance despite the customs clearing activity being adversely impacted by lower imports. This was compensated with better fleet utilisation in the transport activity which generated higher returns.

#### Strategic Achievements

During the second quarter of the year, Velogic successfully acquired the 49% minority stake held by KIBO Fund II in the Kenyan entities. This transaction has consolidated Velogic's presence in East Africa. A strategic partnership for the French entity was also completed in May 2022 with the sale of 70% stake in Velogic France to an established local operator. This partnership is expected to make our operation in France more resilient. The group also invested in its own newly-built garage infrastructure on freed-up land at the Riche Terre depot facility, which has led to significant savings in rental.

#### Outlook

Further improvement in Velogic's performance is expected in FY23. However, we remain cautious about the impact of high inflation and geo-political uncertainties on consumption behaviors and trade patterns over the next periods.

By order of the Board  
13 September 2022

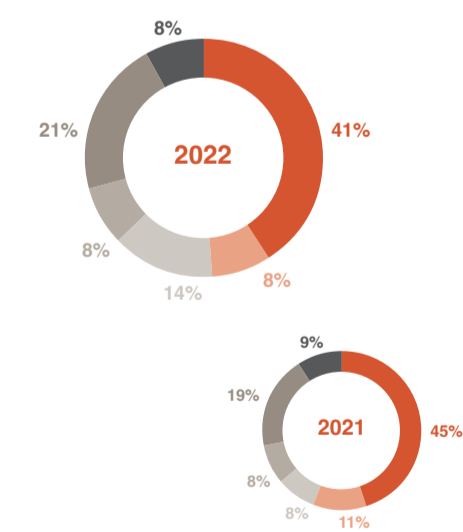
### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2022

In Rs 000	THE GROUP	
	Audited 30 June 2022	Audited 30 June 2021
Net cash generated from operating activities	352,445	519,417
Net (cash used) in investing activities	(182,632)	(87,278)
Net (cash used) in financing activities	(167,593)	(265,976)
Net increase in cash and cash equivalents	2,220	166,163
Cash and cash equivalents - opening	433,084	238,004
Effects of exchange rate on cash and cash equivalents	(26,717)	28,917
Cash and cash equivalents - closing	408,587	433,084

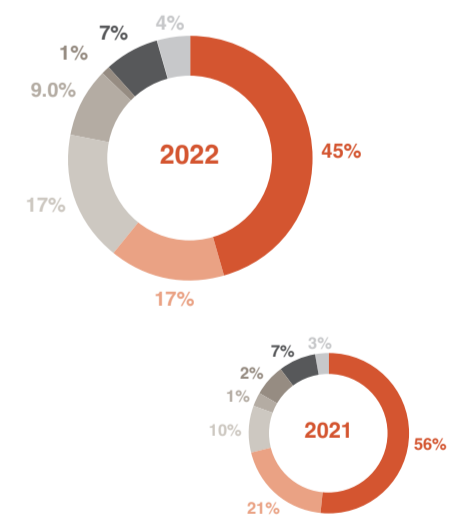
### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2022

In Rs 000	THE GROUP					Total
	Share capital	Other reserves	Retained earnings	Attributable to owners of the parent	Non-controlling interests	
At 01 July 2020	1,019,294	225,715	244,088	1,489,097	172,487	1,661,584
Profit for the year	-	-	114,943	114,943	36,109	151,052
Other comprehensive income for the year	-	34,289	-	34,289	10,165	44,454
Total comprehensive income for the year	-	34,289	114,943	149,232	46,274	195,506
Dividends	-	-	(41,000)	(41,000)	(5,332)	(46,332)
<b>At 30 June 2021</b>	<b>1,019,294</b>	<b>260,004</b>	<b>318,031</b>	<b>1,597,329</b>	<b>213,429</b>	<b>1,810,758</b>
At 01 July 2021	1,019,294	260,004	318,031	1,597,329	213,429	1,810,758
Profit for the year	-	-	198,270	198,270	17,323	215,593
Other comprehensive loss for the year	-	(26,356)	-	(26,356)	(304)	(26,660)
Total comprehensive (loss)/ income for the year	-	(26,356)	198,270	171,914	17,019	188,933
Issue of share capital	-	-	-	-	26	26
Acquisition of non-controlling interests	-	(1,018)	(56,679)	(57,697)	(170,560)	(228,257)
Dividends	-	-	(67,331)	(67,331)	(15,263)	(82,594)
<b>At 30 June 2022</b>	<b>1,019,294</b>	<b>232,630</b>	<b>392,291</b>	<b>1,644,215</b>	<b>44,651</b>	<b>1,688,866</b>

### REVENUE BY COUNTRY



### PROFITABILITY BY COUNTRY



Refer to Note 1

Legend: Mauritius (red), Kenya (orange), Madagascar (light green), India (dark green), France (grey), Reunion (black), Singapore (light blue)

### SECTOR ANALYSIS

In Rs 000	THE GROUP					
	Continuing Operations		Discontinued Operations		Total	
	Audited year ended 30 June 2022	Audited year ended 30 June 2021	Audited year ended 30 June 2022	Audited year ended 30 June 2021	Audited year ended 30 June 2022	Audited year ended 30 June 2021
<b>REVENUE</b>						
Activity						
Freight forwarding	2,642,940	1,892,304	968,058	647,909	3,610,998	2,540,213
Port related and transport services	845,977	969,748	-	-	845,977	969,748
Packing & shipping	169,650	197,794	-	-	169,650	197,794
Revenue from sale of services	3,658,567	3,059,846	968,058	647,909	4,626,625	3,707,755
<b>PROFIT FOR THE YEAR</b>						
Activity						
Freight forwarding	93,103	9,033	24,675	4,053	117,778	13,086
Port related and transport services	64,330	93,678	-	-	64,330	93,678
Packing & shipping	33,485	44,288	-	-	33,485	44,288
	190,918	146,999	24,675	4,053	215,593	151,052

### Velogic Holding Company Limited

Incorporated in the Republic of Mauritius | Business Registration No: C06052816

Freeport Zone 7, Mer Rouge, Port Louis 11607, Mauritius | T: (230) 206 1000

E: investors@velogic-mu.com | www.velogic.net